

BEFORE THE METRO COUNCIL

AMENDING THE FY 2012-13 BUDGET AND) ORDINANCE NO. 13-1297
APPROPRIATIONS SCHEDULE, RECOGNIZING)
NEW DONATIONS AND AMENDING THE FY) Introduced by Martha Bennett, Chief
2012-13 THROUGH 2016-17 CAPITAL) Operating Officer, with the concurrence of
IMPROVEMENT PLAN) Council President Tom Hughes

WHEREAS, the Metro Council has reviewed and considered the need to increase appropriations within the FY 2012-13 Budget; and

WHEREAS, the need for the increase of appropriation has been justified; and

WHEREAS, adequate funds exist for other identified needs; and

WHEREAS, ORS 294.463(1) provides for transfers of appropriations within a fund, including transfers from contingency that do not exceed 15 percent of a fund's appropriations, if such transfers are authorized by official resolution or ordinance of the governing body for the local jurisdiction, and

WHEREAS, Oregon Budget Law ORS 294.338(2) allows for the expenditure in the year of receipt of grants, gifts, bequests, and other devices received by a municipal corporation in trust for a specific purpose; and

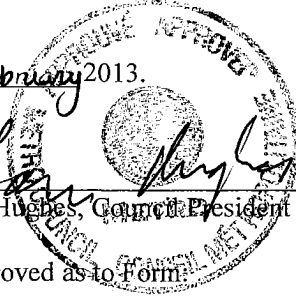
WHEREAS, \$1.2 million is transferred from the General Fund contingency to meet the terms of the new Glendoveer golf course operating agreement, which does not exceed 15% of that fund's appropriations]; and

WHEREAS, \$2.262 million in donations from the Oregon Zoo Foundation are recognized to purchase land for offsite elephant exhibit, to purchase two elephants and to make specific improvements to the Oregon Zoo campus; Now, therefore,

THE METRO COUNCIL ORDAINS AS FOLLOWS:

1. That the FY 2012-13 Budget and Schedule of Appropriations are hereby amended as shown in the column entitled "Revision" of Exhibits A and B to this Ordinance for the purpose of recognizing new donations, and increasing appropriations to provide for a change in operations.
2. That the FY 2012-13 through FY 2016-17 Capital Improvement Plan is hereby amended accordingly.
3. This Ordinance being necessary for the immediate preservation of the public health, safety or welfare of the Metro area in order to meet obligations and comply with Oregon Budget Law, an emergency is declared to exist, and this Ordinance takes effect upon passage.

ADOPTED by the Metro Council this 28 day of February 2013.



Tom Hughes
Tom Hughes, Council President

Approved as to Form

Attest:

Knewell

Kelsey Newell, Recording Secretary

ACE

Alison Kean Campbell, Metro Attorney

Exhibit A
Ordinance No. 13-1297

ACCT	DESCRIPTION	Current		Revision		Amended	
		FTE	Amount	FTE	Amount	FTE	Amount
General Fund							
Total Resources							
<u>Resources</u>							
<i>BEGBAL Beginning Fund Balance</i>							
	Beginning Fund Balance						
3400	* Undesignated		8,797,000		0		8,797,000
3400	* Reserved for CAP Adjustments		731,194		0		731,194
3261	* Prior period adjustment: TOD		2,060,195		0		2,060,195
3400	* Project Carryover		426,597		0		426,597
3400	* Reserve for Future One-Time Expenditures		1,313,255		0		1,313,255
3303	* Reserved for Local Gov't Grants (CET)		3,342,369		0		3,342,369
3403	* Reserve for Future Debt Service		2,682,093		0		2,682,093
3400	* Reserved for Metro Export Initiative		75,000		0		75,000
3405	* Reserved for Community Investment Initiat		1,072,000		0		1,072,000
3400	* Reserved for Future Planning Needs		502,546		0		502,546
3400	* Reserved for Nature in Neighborhood Gran		147,234		0		147,234
3400	* Reserve for Future Natural Areas Operatio		204,460		0		204,460
3415	* Prior year PERS Reserve		6,267,764		0		6,267,764
	<i>Subtotal Beginning Fund Balance</i>		<i>27,621,707</i>		<i>0</i>		<i>27,621,707</i>
<u>General Revenues</u>							
<i>EXCISE Excise Tax</i>							
4050	Excise Taxes		15,639,971		0		15,639,971
4055	Construction Excise Tax		1,760,000		0		1,760,000
<i>RPTAX Real Property Taxes</i>							
4010	Real Property Taxes-Current Yr		11,729,132		0		11,729,132
4015	Real Property Taxes-Prior Yrs		352,000		0		352,000
<i>INTRST Interest Earnings</i>							
4700	Interest on Investments		31,000		0		31,000
	<i>Subtotal General Revenues</i>		<i>29,512,103</i>		<i>0</i>		<i>29,512,103</i>
<u>Department Revenues</u>							
<i>GRANTS Grants</i>							
4100	Federal Grants - Direct		2,859,471		0		2,859,471
4105	Federal Grants - Indirect		4,941,774		0		4,941,774
4110	State Grants - Direct		763,970		0		763,970
4120	Local Grants - Direct		2,227,743		0		2,227,743
<i>LGSHRE Local Gov't Share Revenues</i>							
4135	Marine Board Fuel Tax		69,201		0		69,201
4139	Other Local Govt Shared Rev.		469,886		0		469,886
<i>GVCNTB Contributions from Governments</i>							
4145	Government Contributions		2,929,628		0		2,929,628
4150	Contractor's Business License		380,000		0		380,000
<i>CHGSVC Charges for Service</i>							
4165	Boat Launch Fees		158,622		0		158,622
4180	Contract & Professional Service		594,837		0		594,837
4230	Product Sales		164,558		0		164,558
4280	Grave Openings		257,524		0		257,524
4285	Grave Sales		240,728		0		240,728
4500	Admission Fees		6,597,002		0		6,597,002
4501	Conservation Surcharge		144,900		0		144,900
4502	Admission Fees - Memberships		1,773,100		0		1,773,100
4503	Admission Fees - Special Concerts		1,405,152		0		1,405,152

Exhibit A
Ordinance No. 13-1297

ACCT	DESCRIPTION	Current		Revision		Amended	
		FTE	Amount	FTE	Amount	FTE	Amount
General Fund							
Total Resources							
4510	Rentals		768,552		0		768,552
4550	Food Service Revenue		5,637,726		0		5,637,726
4560	Retail Sales		2,270,408		0		2,270,408
4580	Utility Services		2,056		0		2,056
4610	Contract Revenue		686,095		1,370,000		2,056,095
4620	Parking Fees		931,960		0		931,960
4630	Tuition and Lectures		1,105,784		0		1,105,784
4635	Exhibit Shows		381,200		0		381,200
4640	Railroad Rides		729,330		0		729,330
4645	Reimbursed Services		257,600		0		257,600
4650	Miscellaneous Charges for Service		15,075		0		15,075
4760	Sponsorships		260,282		0		260,282
<i>DONAT</i>	<i>Contributions from Private Sources</i>						
4750	Donations and Bequests		500,927		400,000		900,927
<i>MISCRV</i>	<i>Miscellaneous Revenue</i>						
4170	Fines and Forfeits		25,000		0		25,000
4890	Miscellaneous Revenue		148,881		0		148,881
<i>LOANRV</i>	<i>Interfund Loan - Resource</i>						
4960	Interfund Loan - Principal						
	* from MERC Fund		220,000		0		220,000
4965	Interfund Loan - Interest						
	* from MERC Fund		11,000		0		11,000
<i>EQTREV</i>	<i>Fund Equity Transfers</i>						
4970	Transfer of Resources						
	* from Risk Management Fund		295,207		0		295,207
<i>INDTRV</i>	<i>Interfund Reimbursements</i>						
4975	Transfer for Indirect Costs						
	* from MERC Operating Fund		2,498,424		0		2,498,424
	* from Zoo Bond Fund		288,252		0		288,252
	* from Natural Areas Fund		1,280,235		0		1,280,235
	* from Solid Waste Revenue Fund		4,524,896		0		4,524,896
<i>INTSRV</i>	<i>Internal Service Transfers</i>						
4980	Transfer for Direct Costs						
	* from Zoo Bond Fund		1,638		0		1,638
	* from MERC Operating Fund		161,056		0		161,056
	* from Natural Areas Fund		492,945		0		492,945
	* from Smith & Bybee Lakes Fund		104,841		0		104,841
	* from Solid Waste Revenue Fund		3,284,623		0		3,284,623
	<i>Subtotal Department Revenues</i>		<i>52,862,089</i>		<i>1,770,000</i>		<i>54,632,089</i>
TOTAL CURRENT YEAR REVENUES			\$82,374,192		\$1,770,000		\$84,144,192
TOTAL RESOURCES			\$109,995,899		\$1,770,000		\$111,765,899

Exhibit A
Ordinance No. 13-1297

ACCT	DESCRIPTION	Current		Revision		Amended	
		FTE	Amount	FTE	Amount	FTE	Amount
General Fund							
Oregon Zoo							
Total Personnel Services		163.70	\$18,639,755	0.00	\$0	163.70	\$18,639,755
<u>Materials & Services</u>							
<i>GOODS Goods</i>							
	5201 Office Supplies		137,846		0		137,846
	5205 Operating Supplies		1,380,216		0		1,380,216
	5210 Subscriptions and Dues		71,330		0		71,330
	5214 Fuels and Lubricants		94,500		0		94,500
	5215 Maintenance & Repairs Supplies		368,664		0		368,664
	5220 Food		1,351,820		0		1,351,820
<i>SVCS Services</i>							
	5240 Contracted Professional Svcs		2,485,673		0		2,485,673
	5246 Sponsorships		500		0		500
	5251 Utility Services		2,351,552		0		2,351,552
	5255 Cleaning Services		49,600		0		49,600
	5260 Maintenance & Repair Services		554,800		0		554,800
	5265 Rentals		192,400		0		192,400
	5280 Other Purchased Services		1,052,184		0		1,052,184
	5290 Operations Contracts		1,695,084		0		1,695,084
<i>IGEXP Intergov't Expenditures</i>							
	5300 Payments to Other Agencies		88,281		0		88,281
<i>OTHEXP Other Expenditures</i>							
	5445 Grants		85,000		0		85,000
	5450 Travel		127,348		0		127,348
	5455 Staff Development		59,218		0		59,218
	5490 Miscellaneous Expenditures		41,740		400,000		441,740
Total Materials & Services			\$12,187,756		\$400,000		\$12,587,756
TOTAL REQUIREMENTS		163.70	\$30,827,511	0.00	\$400,000	163.70	\$31,227,511

Exhibit A
Ordinance No. 13-1397

ACCT	DESCRIPTION	Current Budget		Revision		Amended Budget	
		FTE	Amount	FTE	Amount	FTE	Amount
General Fund							
Parks & Environmental Services							
<u>Personnel Services</u>							
Total Personnel Services		38.10	\$3,896,327	0.00	\$0	38.10	\$3,896,327
<u>Materials & Services</u>							
<i>GOODS Goods</i>							
	5201 Office Supplies		106,756		0		106,756
	5205 Operating Supplies		126,751		0		126,751
	5210 Subscriptions and Dues		6,129		0		6,129
	5214 Fuels and Lubricants		73,026		0		73,026
	5215 Maintenance & Repairs Supplies		201,652		0		201,652
	5225 Retail		13,000		0		13,000
<i>SVCS Services</i>							
	5240 Contracted Professional Svcs		675,849		0		675,849
	5250 Contracted Property Services		147,081		0		147,081
	5251 Utility Services		431,068		0		431,068
	5255 Cleaning Services		169,886		0		169,886
	5260 Maintenance & Repair Services		353,309		0		353,309
	5265 Rentals		59,845		0		59,845
	5280 Other Purchased Services		61,585		0		61,585
	5290 Operations Contracts		0		1,200,000		1,200,000
<i>IGEXP Intergov't Expenditures</i>							
	5300 Payments to Other Agencies		116,347		0		116,347
	5310 Taxes (Non-Payroll)		263,556		0		263,556
<i>OTHEXP Other Expenditures</i>							
	5450 Travel		5,290		0		5,290
	5455 Staff Development		33,412		0		33,412
Total Materials & Services			\$2,844,542		\$1,200,000		\$4,044,542
TOTAL REQUIREMENTS		38.10	\$6,740,869	0.00	\$1,200,000	38.10	\$7,940,869

Exhibit A
Ordinance No. 13-1297

ACCT	DESCRIPTION	Current		Revision		Amended	
		FTE	Amount	FTE	Amount	FTE	Amount
General Fund							
General Expenses							
Total Interfund Transfers			\$7,764,625		\$0		\$7,764,625
<u>Contingency & Unappropriated Balance</u>							
CONT	<i>Contingency</i>						
5999	Contingency						
	* Contingency		2,843,219		(1,200,000)		1,643,219
	* Opportunity Account		206,100		0		206,100
	* Reserved for Streetcar LID		0		0		0
UNAPP	<i>Unappropriated Fund Balance</i>						
5990	Unappropriated Fund Balance						
	* Stabilization Reserve		2,430,861		0		2,430,861
	* Undesignated		266,574		1,370,000		1,636,574
	* PERS Reserve		4,613,474		0		4,613,474
	* Project Carryover		0		0		0
	* Other Planning Department Carryover		0		0		0
	* Reserve for Future One-Time Expenditures		1,758,931		0		1,758,931
	* Reserved for Community Invest. Initiative		393,000		0		393,000
	* Reserved for Future Natural Areas Oper.		0		0		0
	* Reserved for TOD		0		0		0
	* Reserved for Local Gov't Grants (CET)		2,128,369		0		2,128,369
	* Reserved for Cost Allocation Adjustments		382,035		0		382,035
	* Reserved for Future Planning Needs		72,438		0		72,438
	* Reserved for Equity Project		67,027		0		67,027
	* Reserved for Nature in Neighborhood Grants		0		0		0
	* Reserved for Metro Export Initiative		50,000		0		50,000
	* Reserved for Capital		26,000		0		26,000
	* Reserved for Active Transportation		0		0		0
	* Reserved for Web Project		225,005		0		225,005
	* Reserve for Future Debt Service		639,414		0		639,414
Total Contingency & Unappropriated Balance			\$16,102,447		\$170,000		\$16,272,447
TOTAL REQUIREMENTS		451.89	\$109,995,899	0.00	\$1,770,000	451.89	\$111,765,899

Exhibit A
Ordinance No. 13-1297

ACCT	DESCRIPTION	Current		Revision		Amended	
		FTE	Amount	FTE	Amount	FTE	Amount
General Asset Management Fund							
General Asset Management Fund							
<u>Resources</u>							
BEGBAL	Beginning Fund Balance						
3205	Restricted for Capital		1,410,778		0		1,410,778
3400	Unassigned Balance		5,155,469		0		5,155,469
3500	Assigned Balance		491,800		0		491,800
GRANTS	Grants						
4100	Federal Grants-Direct		800,000		0		800,000
4110	State Grants-Direct		233,900		0		233,900
INTRST	Interest Earnings						
4700	Interest on Investments		27,800		0		27,800
DONAT	Contributions from Private Sources						
4750	Donations and Bequests		30,000		0		30,000
CAPGRT	Capital Contributions & Donations						
4755	Capital Contributions & Donations		0		1,862,254		1,862,254
MISCRV	Miscellaneous Revenue						
4890	Miscellaneous Revenue		6,320		0		6,320
EQTREV	Fund Equity Transfers						
4970	Transfer of Resources						
	* from Solid Waste Revenue Fund		54,200		0		54,200
	* from General Fund (Regional Parks)		329,400		0		329,400
	* from General Fund-IT R&R		303,100		0		303,100
	* from General Fund-MRC R&R		288,000		0		288,000
	* from General Fund-Gen'l R&R		661,000		0		661,000
	* from General Fund		781,000		0		781,000
TOTAL RESOURCES			\$10,572,767		\$1,862,254		\$12,435,021
<u>Materials & Services</u>							
GOODS	Goods						
5201	Office Supplies		5,647		0		5,647
CAPMNT	Capital Maintenance						
5261	Capital Maintenance - CIP		80,000		0		80,000
5262	Capital Maintenance - Non-CIP		82,996		0		82,996
Total Materials & Services			\$168,643		\$0		\$168,643
<u>Capital Outlay</u>							
5700	Land		0		1,000,000		1,000,000
5710	Improve-Oth thn Bldg		2,778,392		400,000		3,178,392
5720	Buildings & Related		645,464		300,000		945,464
5730	Exhibits and Related		740,675		72,254		812,929
5740	Equipment & Vehicles		286,715		90,000		376,715
5745	Licensed Vehicles		263,333		0		263,333
5750	Office Furniture & Equip		901,170		0		901,170
5760	Railroad Equip & Facil		73,152		0		73,152
5790	Intangible Assets		120,000		0		120,000
Total Capital Outlay			\$5,808,901		\$1,862,254		\$7,671,155
Subtotal Appropriations			\$5,977,544		\$1,862,254		\$7,839,798

Exhibit A
Ordinance No. 13-1297

ACCT	DESCRIPTION	Current Budget		Revision		Amended Budget	
		FTE	Amount	FTE	Amount	FTE	Amount
General Asset Management Fund							
<u>Interfund Transfers</u>							
<i>EQTCHG</i>	<i>Fund Equity Transfers</i>						
5810	Transfer of Resources						
	* to Natural Areas Fund		19,681		0		19,681
Total Interfund Transfers			\$19,681		\$0		\$19,681
<u>Contingency & Unappropriated Balance</u>							
<i>CONT</i>	<i>Contingency</i>						
5999	Contingency						
	* Contingency		4,369,222		0		4,369,222
<i>UNAPP</i>	<i>Unappropriated Fund Balance</i>						
5990	Unappropriated Fund Balance						
	* Oregon Zoo Projects Account		206,320		0		206,320
Total Contingency & Unappropriated Balance			\$4,575,542		\$0		\$4,575,542
TOTAL REQUIREMENTS		0.00	\$10,572,767	-	\$1,862,254	0.00	\$12,435,021

Exhibit B
Ordinance 13-1297
Schedule of Appropriations

	<u>Current</u> <u>Appropriation</u>	<u>Revision</u>	<u>Revised</u> <u>Appropriation</u>
GENERAL FUND			
Communications	2,597,325	0	2,597,325
Council Office	4,155,240	0	4,155,240
Finance & Regulatory Services	4,170,619	0	4,170,619
Human Resources	2,134,833	0	2,134,833
Information Services	3,586,823	0	3,586,823
Metro Auditor	717,764	0	717,764
Office of Metro Attorney	1,913,205	0	1,913,205
Oregon Zoo	30,827,511	400,000	31,227,511
Parks & Environmental Services	6,740,869	1,200,000	7,940,869
Planning and Development	14,456,370	0	14,456,370
Research Center	3,945,655	0	3,945,655
Sustainability Center	4,332,136	0	4,332,136
Former ORS 197.352 Claims & Judgments	0	0	0
Special Appropriations	4,896,187	0	4,896,187
Non-Departmental			
Debt Service	1,654,290	0	1,654,290
Interfund Transfers	7,764,625	0	7,764,625
Contingency	3,049,319	(1,200,000)	1,849,319
<i>Total Appropriations</i>	96,942,771	400,000	97,342,771
Unappropriated Balance	13,053,128	1,370,000	14,423,128
Total Fund Requirements	\$109,995,899	\$1,770,000	\$111,765,899
GENERAL ASSET MANAGEMENT FUND			
Asset Management Program	5,977,544	1,862,254	7,839,798
Non-Departmental			
Interfund Transfers	19,681	0	19,681
Contingency	4,369,222	0	4,369,222
<i>Total Appropriations</i>	10,366,447	1,862,254	12,228,701
Unappropriated Balance	206,320	0	206,320
Total Fund Requirements	\$10,572,767	\$1,862,254	\$12,435,021

All other appropriations remain as previously adopted

STAFF REPORT

FOR THE PURPOSE OF AMENDING THE FY 2012-13 BUDGET AND APPROPRIATIONS SCHEDULE, RECOGNIZING NEW DONATIONS AND AMENDING THE FY 2012-13 THROUGH 2016-17 CAPITAL IMPROVEMENT PLAN

Date: February 12, 2013

Prepared by: Kathy Rutkowski 503-797-1630

BACKGROUND

The following items have been identified as necessitating an amendment to the budget.

Glendoveer Golf Course Operating Contract

Effective January 1, 2013, Metro has contracted with a new operator for the Glendoveer Golf Course. Under the previous contract, the operator only remitted net revenues owed to Metro under the contract. The new contract is consistent with Metro's other concession-style agreements where Metro receives gross revenues and remits payment for approved expenses to the operator. This change in the type of agreement necessitates a budget amendment to recognize increased expenditures for the remainder of the fiscal year.

Staff estimates that expenditures for the remainder of the fiscal year will be no more than \$1,200,000. Those expenditures include operating expenses for the course, management fees, and startup costs related to the operator transition. Although this request will be funded from General Fund Contingency, staff anticipates receiving approximately \$1,370,000 in revenue during the same time period. Oregon Budget Law does not allow the direct appropriation of this new revenue without the benefit of a supplemental budget. This action acknowledges receipt of the revenue and places it in unappropriated in the General Fund to reimburse the contingency at year end. Net revenues from Glendoveer Golf Course are expected to meet budget targets for FY 2012-13

Oregon Zoo Foundation Donation

The Oregon Zoo received several generous donations from the Oregon Zoo Foundation totaling \$2.262 million in January 2013. The donations were not anticipated when the fiscal year 2012-13 budget was adopted. This action requests the recognition of the donated revenue and an increase expenditure authority to fulfill the donation's restrictions. It also amends the FY 2012-13 through FY 2016-17 Capital Improvement Plan as needed.

1. The first is a capital donation of \$1.4 million restricted to 2008 bond program projects. This is the first contribution from the Foundation to fulfill their \$5.2 million fundraising commitment to support the Oregon Zoo 2008 Bond Implementation Plan. The foundation's remaining commitment to the Bond Implementation Plan projects is \$3.8 million.

Approximately \$1 million of this donation will be used to purchase and acquire real property for a Remote Elephant Center. The Bond Implementation Plan contains this project with a \$7.2 million set-aside of funds for property acquisition and improvements. In December 2012, the Metro Council authorized the purchase of the Roslyn Lake Property via Resolution No. 12-4400. It is anticipated that some portion of the remaining \$400,000 will be necessary to secure and protect the property with fencing or other minor improvements while it is held pending future development as a Remote

Elephant Center. To the extent funds remain after securing and protecting the property, the funds are restricted to Bond Implementation Plan project improvements.

2. The second is a capital donation totaling \$462,254 restricted to zoo campus capital needs. The zoo has identified five projects or items totaling this amount. The projects or items are:
 - i. Modifications to the zoo's commissary. Improvements are needed to the walk-in cooler and freezer, as well as storage and handling areas. These improvements are estimated at \$200,000.
 - ii. Complete a pre-schematic design to renovate of the zoo's concert stage and support facilities. The current stage size, alignment and configuration are outdated and inefficient. Touring musicians require industry standard facilities to support stage riggings, dressing rooms, breaks and meals which the current zoo facilities struggle to meet. The concert series provides important earned revenue to the zoo. To maintain the zoo's cherished and successful summer concert series, improvements are needed. The estimate to complete a pre-schematic facility design is \$100,000.
 - iii. Modify a chimpanzee holding and management area to increase the area's flexibility and usefulness, and to improve the safety of animal introductions and care. The estimate to complete the work is \$72,254.
 - iv. Acquisition of towable trailers to store and transport campus catering tables, chairs, awnings and associated equipment. Current catering storage will be displaced by the upcoming Elephant Lands bond project and rather than replace the storage with buildings in new locations the zoo would prefer to use portable trailers for storage. This provides greater flexibility and reduces the handling of equipment. The estimate to acquire trailers is \$60,000.
 - v. Acquisition of a box-van vehicle to distribute and supply campus food service facilities from the zoo's central receiving and storage facilities. This item is estimated at \$30,000.
3. The third is an operating fund donation of \$400,000 restricted to the purchase of elephants. The zoo has negotiated the purchase of two elephants from a private party for \$400,000. The Oregon Zoo Foundation is generously donating money to fund the acquisition.

Oregon Zoo Conservation Discovery Zone (CIP amendment only)

The 2008 Zoo Infrastructure and Animal Welfare Bond Measure 26-96 includes a project to improve conservation education by adding dedicated space for education opportunities including, classes, camps, exhibits, presentations and hands-on learning. Conservation Discovery Zone is the working title for the project. The Comprehensive Capital Master Planning work completed in 2011 and approved by the Metro Council located the Conservation Discovery Zone at the original zoo entrance adjacent to the current zoo administration building. This location provides street access for camp, class and visitor drop-off and pick-up. To make way for the new building, the existing Tiger Terrace buildings and improvements will be demolished.

The adopted capital improvement plan budget for the Conservation Discovery Zone project is \$14.1 million. The current bond program schedule forecasts design starting in January 2014. Construction is forecast to begin in January 2015 with a May 2017 completion date (all dates subject to change as the project progresses).

The zoo identified an opportunity to demolish the Tiger Plaza area ahead of the Conservation Discovery Zone project construction to create an interim flat, open air guest space. This opportunity is particularly important because it creates an interim space for picnics and outdoor catered events that help to generate

zoo operating revenue. The upcoming Elephant Lands construction project will impact and displace much of the zoo's existing picnic and outdoor catering event space adjacent to the concert lawn until that project is complete and the renewed space opened. The forecast design, permit and construction costs are estimated at \$850,000 and the demolition work is expected to be completed by June 2013.

This action modifies the current Capital Improvement Plan to authorize this early demolition work in the current year. The budget and overall design and construction schedules for the Conservation Discovery Zone remain the same. The current appropriation authority in the Oregon Zoo Infrastructure and Animal Welfare Fund is sufficient to cover this request. No addition appropriation authority is requested at this time.

ANALYSIS/INFORMATION

1. **Known Opposition:** None known.
2. **Legal Antecedents:** ORS 294.463(1) provides for transfers of appropriations within a fund, including transfers from contingency that do not exceed 15 percent of a fund's appropriation, if such transfers are authorized by official resolution or ordinance of the governing body for the local jurisdiction. ORS 294.463(3) provides for transfers of appropriations or of appropriations and a like amount of budget resources between funds of the municipal corporation when authorized by an official resolution or ordinance of the governing body stating the need for the transfer. ORS 294.338(2) allows for the expenditure in the year of receipt of grants, gifts, bequests, and other devices received by a municipal corporation in trust for a specific purpose. Metro's adopted financial policies require any project exceeding \$100,000 or an existing CIP project increasing greater than 20 percent to receive Council approval.
3. **Anticipated Effects:** This action provides changes to operations and capital as described above; implements the terms of the new operating agreement for Glendoveer Golf Course acknowledging \$1.37 million in anticipated revenue and \$1.2 million in contractual expense; and recognizes \$2.262 million in donations from the Oregon Zoo Foundation and increases appropriation authority for the Oregon Zoo in accordance with the restricted terms of the donations.
4. **Budget Impacts:** This action has the following impact on the FY 2012-13 budget:
 - Transfers \$1.2 million from the General Fund contingency to Parks and Environmental Services to provide appropriation authority to meet the terms of the new Glendoveer Golf Course operating agreement;
 - Recognizes \$1.37 million in new contractual revenue associated with Glendoveer Golf Course placing the new revenue in unappropriated balance to reimburse the General Fund contingency at year end;
 - Recognizes \$2.262 million in donations from the Oregon Zoo Foundation - \$400,000 in the General Fund and \$1.862 in the Oregon Zoo Account of the General Asset Management Fund;
 - Provides an additional \$400,000 in appropriation authority in the General Fund Oregon Zoo Operating Account for the purchase of two elephants;
 - Increases appropriation authority in the General Asset Management fund Oregon Zoo Account by \$1.4 million for the purchase, acquisition, and stabilization of the real property for a remote elephant center;

- Provides an additional \$462,254 in capital appropriation for the Oregon Zoo for improvements or acquisitions related to Zoo campus needs and amends the five year capital improvement plan as necessary.
- Amends the Capital Improvement Plan to allow work on the Conservation Discovery Zone to begin sooner than originally anticipated.

RECOMMENDED ACTION

The Chief Operating Office recommends adoption of this Ordinance.